

Financial Statement

The Arkansas Employment Security Department works with two different types of funds: federal grants and the Penalty and Interest Fund.

During the 2002 calendar year (which runs from January 1 to December 31, 2002), the agency received \$38,976,067 from federal grants and \$1,946,409 from the Penalty and Interest Fund to total \$40,922,476.

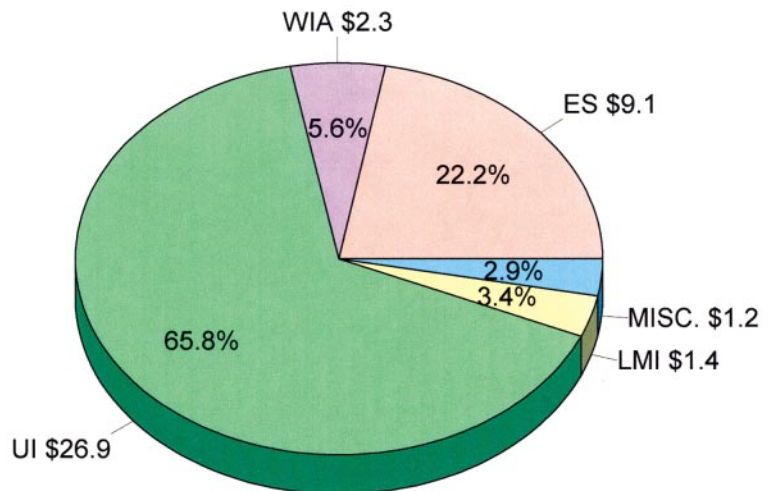
The agency spent that amount to cover personnel costs, operating expenditures, and capital outlay. (The table below compares 2002 data to 2001 figures.)

The \$40,922,476 was distributed among different departments and projects. Unemployment Insurance received the largest portion with 65.8 percent, followed by Employment Service with 22.2 percent. Workforce Investment Act received 5.6 percent, Labor Market Information followed with 3.4 percent, and Miscellaneous Projects received 2.9 percent. (See the "Distribution of Funds" chart to the right.)

The Arkansas Employment Security Department's funds are audited annually by an independent auditing firm.

DISTRIBUTION OF FUNDS

JANUARY THROUGH DECEMBER 2002



Administrative Income & Expense Summary

January 2002 - December 2002

		<u>2001</u>	<u>2002</u>
Fund Source:	Federal Grants	\$35,257,948	\$38,976,067
	Penalty & Interest Fund	<u>\$2,015,300</u>	<u>\$1,946,409</u>
Total:		\$37,273,248	\$40,922,476
Expenses:	Personnel Costs	\$27,539,302	\$29,181,685
	Operating Expenditures	\$9,433,134	\$11,366,698
	Capital Outlay	<u>\$300,812</u>	<u>\$374,093</u>
Total:		\$37,273,248	\$40,922,476
Employment Service (ES)		\$8,904,579	\$9,158,450
Workforce Investment Act (WIA)		\$2,042,574	\$2,271,197
Labor Market Information (LMI)		\$1,446,202	\$1,354,534
Unemployment Insurance (UI)		\$23,362,872	\$26,902,436
Miscellaneous Projects		<u>\$1,517,021</u>	<u>\$1,235,859</u>
Total:		\$37,273,248	\$40,922,476



Darlene Meeker is the UI Accounting supervisor.

Arkansas Employment Security Department

Unemployment Insurance Trust Fund
December 31, 2002

Balance, Beginning of Year	\$167,490,682
Revenues	
Unemployment Insurance Contributions	180,885,529
Reimbursements From Other States	17,058,621
Reed Act Distributions	63,958,998
Interest Income	<u>11,180,112</u>
Total Revenues	273,083,260
Expenditures	
Unemployment Benefit Payments	323,494,360
Reed Act Withdrawals	<u>-0-</u>
Total Expenditures	323,494,360
Excess (Deficiency) of Revenues Collected Over Expenditures	(50,411,100)
Balance, End of Year	\$117,079,582



Meet Our Employees



VETERANS AWARDS — Larry Frazier (above left), the Disabled Veterans Outreach Program specialist in the Hot Springs Local Office, presents Steve Short, the veterans technician (center), with the Disabled American Veterans Outstanding Disabled Outreach Program Representative of Arkansas for 2001 Award. Russ Dority (right), the Local Veterans Employment Representative at the Hot Springs Local Office, received the DAV Outstanding Local Veterans Employment Representative of the Year for Arkansas Award. The awards were announced at the DAV State Convention June 6 to 9, 2002, at Fort Smith.



SPAM AWARD — The Arkansas Occupational Employment Statistics work group poses with the "Golden Spam Award" it won Sept. 26, 2002, at the National Occupational Employment Statistics Meeting at Albuquerque, N.M. The group, which is comprised of (above l to r) Dorothy Darby, Sarah Morris, Rosalie Owens, Delores Hall, and Charlene Carpenter, received the award for having the highest overall response rate and quality assurance in Region VI. The award, which is inspired by the program name "The OES Survey Processing and Management System" (SPAM), will be given to another outstanding state next year.

RECEIVED HONORS — Five AESD employees graduated from the Arkansas Public Administration Consortium's Arkansas Governmental Manager program on May 9, 2002, during ceremonies held at the State Capitol. Those who completed the program were managers in public and nonprofit agencies and in government and had to complete six two-day courses and a project plan. They were (below, front row) Elsie Rogers, Jessie Cain, and Delaine Russell; and (second row) Suzie Wetzell and Judy Thompson. Kaye Lewis, the agency's training project manager (back row) is pictured with the group.



SERVICE AWARD — Gov. Mike Huckabee (left) presents Dora Philyaw (right), an Arkansas Employment Security Department employee, with the Service to the Citizens Award Dec. 17, 2002, at the Capitol. Philyaw received the award for her leadership and community service. Gen. Mel Thrash, AESD's deputy director (background), and other co-workers attended the celebration.

HONORS — Fourteen employees graduated from the Arkansas Public Administration Consortium's Certified Employment Manager Program May 9, 2002, during ceremonies held at the State Capitol. They completed nine two-day courses and passed a final exam. Graduates were (below, front row) Hellen Jones, Peggy Pilgrim, Judy Clayton, Jaynie Clark, Herman Sanders, Dora Hughes, and Robert Mantione; and (second row) Al Crumby, [Kaye Lewis - the agency's training project manager], Ross Parker, Mary Cotton, and Allen Ledbetter. Also pictured is Jim Bradshaw, the CEMP coordinator for APAC. Not pictured, Troy Temples, Ava Williams, and Evelyn Trumble.



Vision Statement

The Arkansas Employment Security Department is to be a dynamic organization taking pride in being the provider of choice for employment services.

Mission Statement

AESD's mission is to provide its customers with employment-related services that contribute to the economic stability of Arkansas and its citizens. These services are provided to employers, the workforce, and the general public and include:

- Linking employers with qualified job applicants.
- Helping the employed and unemployed find work or training.
- Providing unemployment insurance benefits to those eligible.
- Facilitating employer compliance with Arkansas Employment Security Law.
- Collecting unemployment insurance contributions.
- Producing and communicating labor market information.

Senior Staff

Ed Rolle
Director

Mel Thrash
Deputy Director

Roger Harrod
General Counsel
Legal Services

Hugh Havens
Assistant Director
Unemployment Insurance

Sharon Robinette
Assistant Director
Information & Technology

Ron Snead
Assistant Director
Employment Assistance

Bryan Hicks
Assistant Director
Financial Management

Margaret Meads
Chairman
Board of Review

Bert Dickey
AESD Administrator
Division of State
New Hire Registry



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